

Financial Overview

June 8, 2018

Santa Clara Valley
Water District



Background: Revenue Options Assessment

Strongest Opportunities to Generate New Revenue

(according to November 2017 Report by Financial Consultant, William C. Statler)

1. Special Parcel Tax

- Similar to SCW measure passed by voters in 2012
- Would require two-thirds voter approval
- Largely an unrestricted revenue source

2. Benefit Assessments

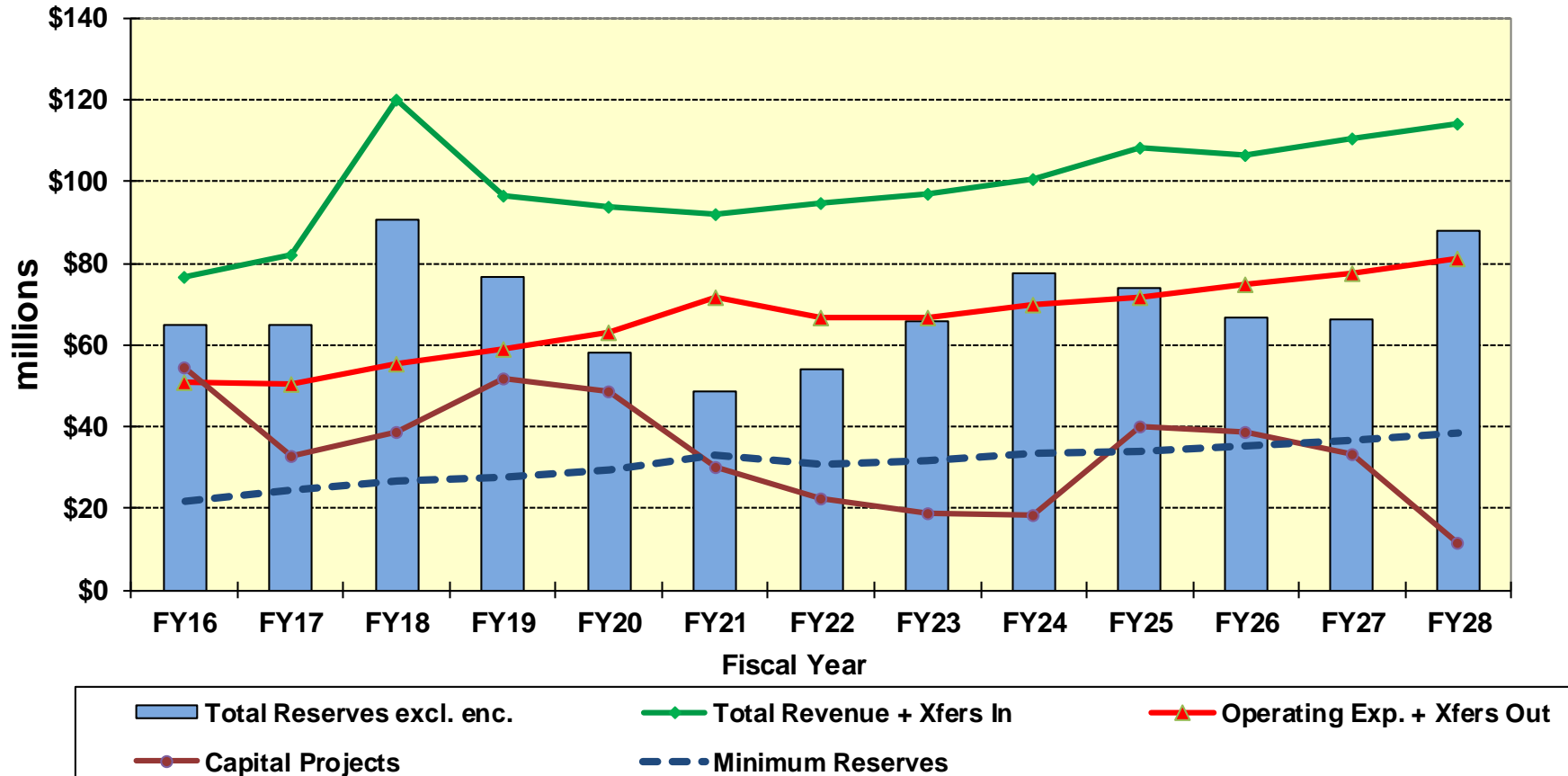
- Similar to existing flood protection benefit assessments
- Would require property owner majority voter approval
- Must be based on benefit per parcel per engineer's report

3. Development Impact Fees

- Can only be used for capital improvements benefitting new development
- Typically collected by cities and counties along with building permit fees
- District's ability to collect contingent on cooperation of land use planning agencies

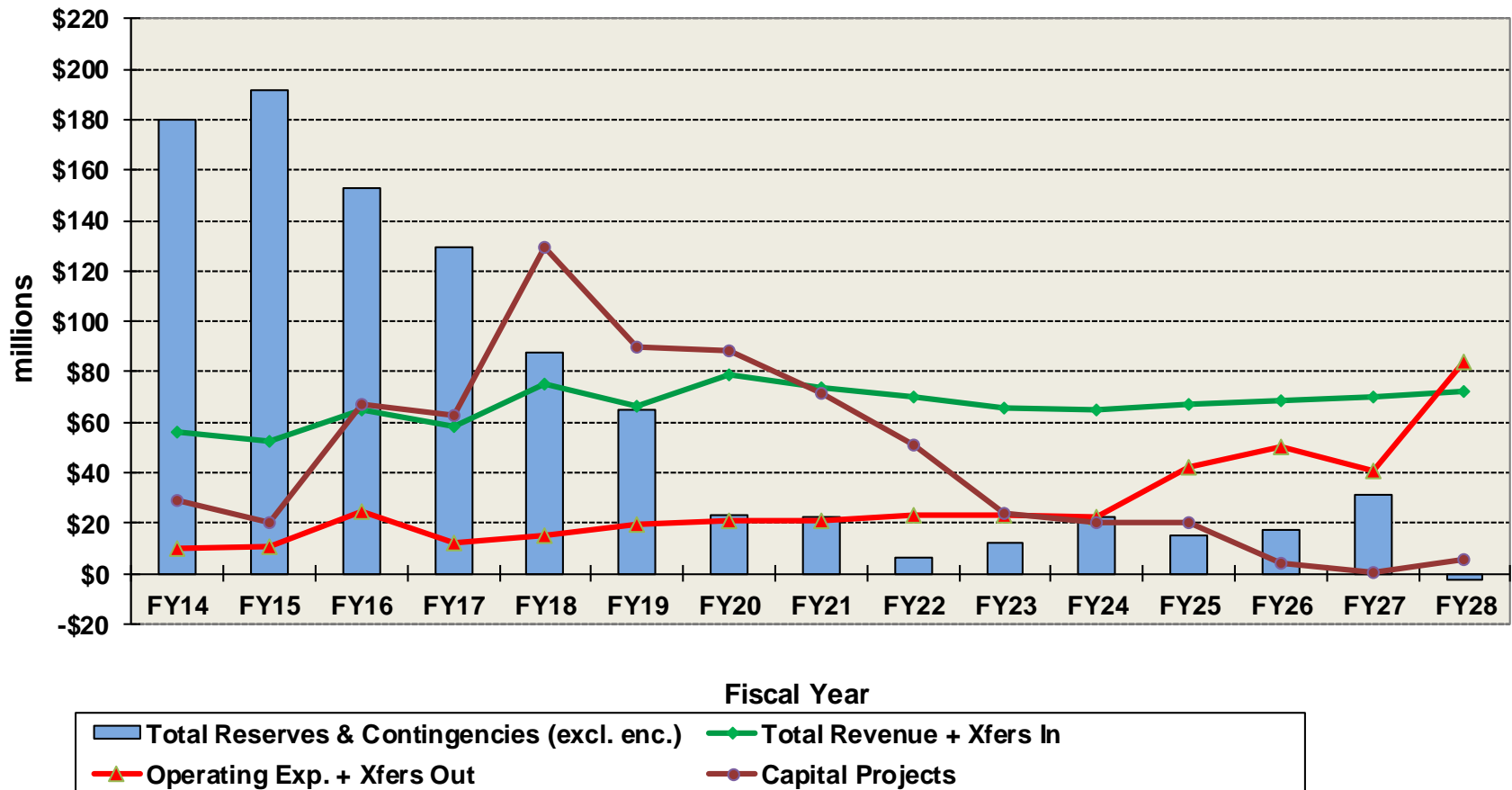
WSS Fund: Many potential future demands on \$50M FY 28 surplus reserves

Watershed Stream Stewardship Fund Projection



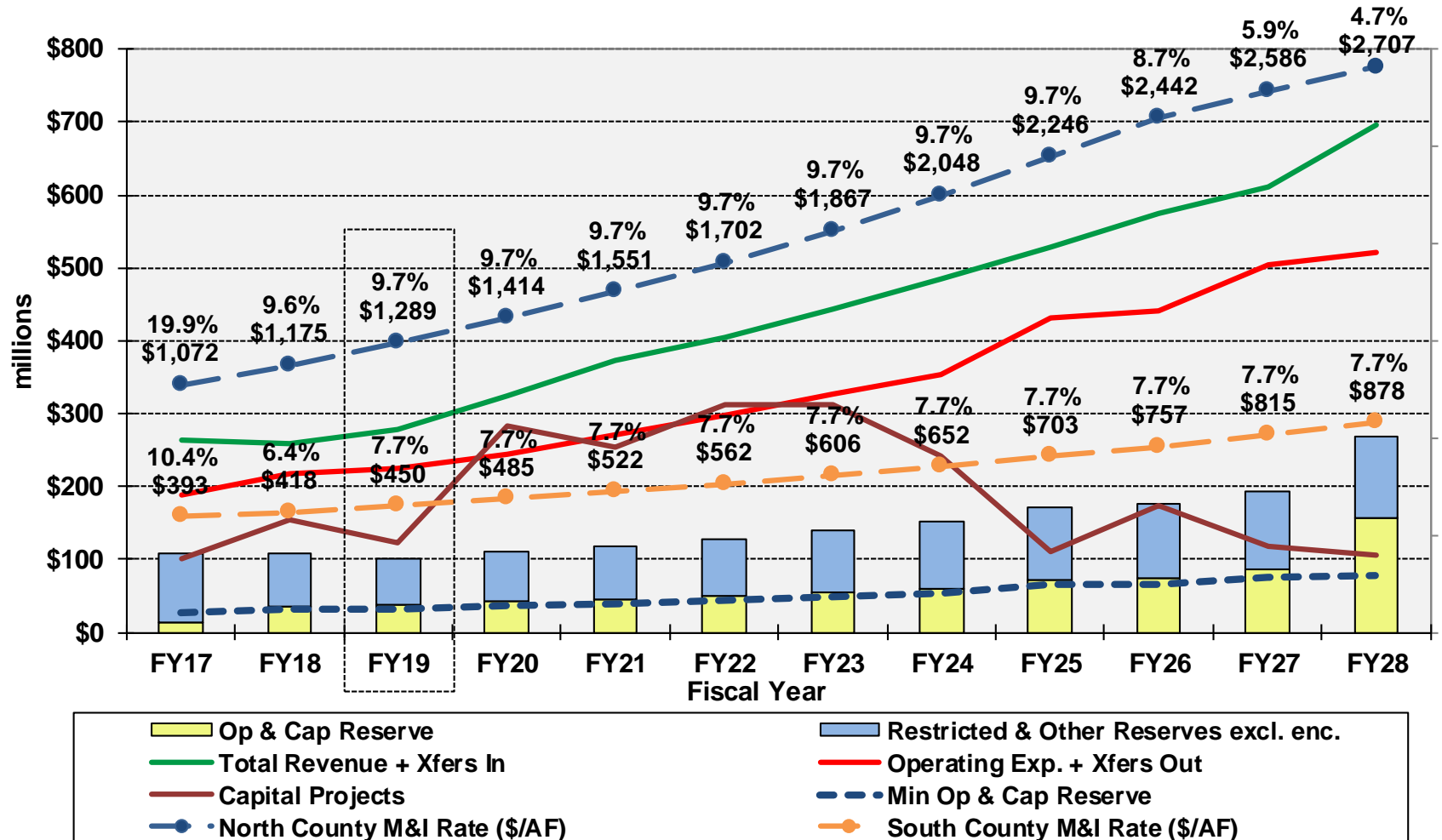
SCW Fund: Projecting \$2M shortfall at end of program

Safe, Clean Water Fund Projection



Water Utility: Financially healthy but projected rate increases are substantial

Water Utility Enterprise Fund Projection



Rate projection excludes impact of Pacheco Reservoir Expansion

THIS PAGE INTENTIONALLY LEFT BLANK